

## MISSOURI-AMERICAN RATE CASE DECISION/CUSTOMER IMPACTS

(September 14, 2000)---Customer impacts of the Missouri Public Service Commission's decision in the Missouri-American Water Company rate case appear below.

The impact on a residential customer using approximately 6,000 gallons (8 Ccf) of water a month in each district of the Missouri-American Water Company follows:

<u><i>District</i></u>	<u><i>Current Monthly Bill</i></u>	<u><i>New Monthly Bill</i></u>
Brunswick	\$17.67	\$29.48
Joplin	\$17.67	\$17.30
Mexico	\$17.67	\$28.48
Parkville (Water)	\$17.67	\$27.89
St. Charles	\$17.67	\$18.42
St. Joseph	\$17.67	\$24.36
Warrensburg	\$17.67	\$19.86

On August 31, 2000, the Missouri Public Service Commission issued its decision in a water and sewer rate case filed by the Missouri-American Water Company. The Commission cut by almost \$6.4 million, the rate request filed by the Missouri-American Water Company. The Commission authorized the water company to increase annual water revenues by approximately \$10 million. When the Company filed its rate request with the Commission on October 15, 1999, it sought to increase annual water revenues by approximately \$16.4 million.

As part of the Commission's decision, a form of district-specific pricing was approved for the Missouri-American Water Company. Based upon evidence presented in this case and testimony received from consumers at five local public hearings held in Missouri-American's service area, the Commission determined that it would "move away from STP (Single Tariff Pricing) and toward DSP (District Specific Pricing)."

(More)

In this case, the Commission was asked to address the building of Missouri-American's new St. Joseph Water Treatment Plant and related facilities. Based upon a thorough review of the evidence presented, the Commission concluded that Missouri-American's decision to build the new plant and related facilities was not imprudent and should be placed in rate base.

The Missouri-American Water Company serves approximately 95,022 water customers and 101 sewer customers in Missouri. Missouri-American serves approximately 486 water customers in its Brunswick District, approximately 22,058 water customers in its Joplin District, approximately 4,977 water customers in its Mexico District, approximately 4,465 water customers and 101 sewer customers in its Parkville District, approximately 25,971 water customers in its St. Charles District, approximately 31,068 water customers in its St. Joseph District and approximately 5,997 water customers in its Warrensburg District.

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